

STATE HEALTH PLANNING AND DEVELOPMENT AGENCY

DAVID Y. IGE GOVERNOR OF HAWAII

VIRGINIA PRESSLER, M.D. DIRECTOR OF HEALTH

ROMALA SUE RADCLIFFE, B.A., M.A.
ADMINISTRATOR

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December 19, 2016

CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Brian H. Hoyle President West Maui Hospital Foundation, Inc. 731 Promontory Drive West Newport Beach, CA 92660

Dear Mr. Hoyle:

The State Health Planning and Development Agency has evaluated West Maui Hospital Foundation, Inc.'s application #16-13A under Part V and Part VII of Chapter 323D, Hawaii Revised Statutes (HRS) for the acquisition of the West Maui Hospital and Medical Center (Acute Care Hospital and Ancillary Services) to be located at Kaka'alaneo Drive, Lahaina, HI - TMK #2-4-4-002-052, at a capital cost of \$12,000,000.

Pursuant to Title 11, Chapter 186 of the Hawaii Administrative Rules (HAR), the Agency has determined that:

- (a) The proposal is eligible for administrative review as it meets one or more of the criteria in Subsection 11-186-99.1(b), HAR.
- (b) The applicant, West Maui Hospital Foundation, Inc., has proven by a preponderance of the evidence that its proposal meets the Certificate of Need criteria in HAR 11-186-15.
- (c) There is no compelling public interest which will be served by requiring the application to go through the standard review process.

As required under Section 323D-43(b), Hawai'i Revised Statutes (HRS), the Agency finds that:

- 1. There is a public need for this proposal.
- 2. The cost of this proposal will not be unreasonable in light of the benefits it will provide and its impact on health care costs.

The Agency has determined that the proposed acquisition meets the criteria for approval in Section 323D-77, HRS.

Accordingly, the State Health Planning and Development Agency hereby APPROVES the proposed acquisition under Part VII of Chapter 323D, HRS and ISSUES a Certificate of Need to West Maui Hospital Foundation, Inc. for the proposal described in application #16-13A. The maximum capital expenditure allowed under this approval is \$12,000,000.

#16-13A, Administrative Review/Part VII, 323D, HRS Decision December 19, 2016 Page 2

Please be advised that pursuant to Section 323D-47, HRS and Part VII, HRS, any person may, for good cause shown, request in writing a public hearing for reconsideration of the Agency's decision within ten working days from the date of this decision. Accordingly, if no person makes such a timely request for reconsideration, this decision shall become final immediately after the deadline for making such a request has expired.

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Administrator